



a Grimaldi Group company

**MINOAN LINES
SHIPPING SOCIETE ANONYME**

Company's No in the General Electronic Commercial Registry: 77083027000 – (former Company's No in the S.As. Register 11314 / 06 / B / 86 / 13)
Domicile : 17, 25th August Str. 71202 - Heraklion Crete

NOTES AND INFORMATION for the period ended June 30st, 2014 (1/1 – 30/6/2014)
(In accordance with the decision 4 / 507 / 28.4.2009 of the Hellenic Capital Market Commission)

The financial information set out below provides a general presentation of the financial position and results of MINOAN LINES SHIPPING S.A. and its Group. Therefore, we recommend the users of the financial data and information, before making any investment decision or proceeding to any transaction with the Company or the Group, to obtain the necessary information from the website, where the stand-alone and consolidated financial statements, prepared in accordance with International Financial Reporting Standards as adopted by the E.U., are available together with the auditors' report, when required.

(Amounts in Thousand €)

COMPANY'S INFORMATION

Company's Web Site : www.minoan.gr
Date of approval of financial statements from the Board of Directors: August 28th 2014
Certified Auditor Accountant: Michalatos Konstantinos Reg. No. ICPA (GR) 17701
Audit Firm: PricewaterhouseCoopers S.A. Reg. No. ICPA (GR) 113
Type of auditor's report: **Unqualified opinion**

STATEMENT OF CHANGES IN EQUITY

	The Group		The Company	
	30/6/2014	30/6/2013	30/6/2014	30/6/2013
Total equity (1/1/2014 and 1/1/2013 respectively)	211,646	176,351	205,804	173,408
Funds raised from share capital increase	30,587	–	30,587	–
Costs of share capital increase	-427	–	-427	–
Proceeds against forthcoming share capital increase	–	38,500	–	38,500
Costs of forthcoming share capital increase	–	-755	–	-755
(Loss) of the period after taxes (a)	-4,499	-8,975	-4,400	-10,836
Other comprehensive income of the period after taxes (b)	–	–	–	–
Total comprehensive income of the period after taxes (a) + (b)	-4,499	-8,975	-4,400	-10,836
Total equity at the end of the period (30/6/2014 and 30/6/2013 respectively)	237,307	205,121	231,564	200,317

STATEMENT OF FINANCIAL POSITION

	The Group		The Company	
	30/6/2014	31/12/2013	30/6/2014	31/12/2013
Assets				
Property, plant and equipment	391,271	396,906	234,825	237,696
Intangible assets	295	299	295	299
Investment property	1,319	1,340	1,319	1,340
Investments in subsidiaries	–	–	154,743	154,743
Available for sale financial assets	50,570	50,570	50,570	50,570
Other non-current assets	17,387	17,535	17,387	17,535
Inventories	3,841	3,715	3,841	3,715
Trade receivables	34,889	31,158	34,867	31,292
Other current assets	14,542	27,792	11,963	25,721
Total assets	514,114	529,315	509,810	522,911
Equity and liabilities				
Share Capital	240,705	210,118	240,705	210,118
Retained Earnings and other Reserves	-3,398	1,528	-9,141	-4,314
Total Shareholders Equity (a)	237,307	211,646	231,564	205,804
Non-controlling interests (b)	–	–	–	–
Total equity (c) = (a) + (b)	237,307	211,646	231,564	205,804
Long-term borrowings	205,076	210,539	205,076	210,539
Provisions / other long-term liabilities	5,494	5,460	5,273	5,279
Bank overdrafts and current portion of long term borrowings	20,927	29,680	20,927	29,680
Other current liabilities	45,310	71,990	46,970	71,609
Total liabilities (d)	276,807	317,669	278,246	317,107
Total equity and liabilities (c) + (d)	514,114	529,315	509,810	522,911

STATEMENT OF CASH FLOWS

	The Group		The Company	
	1/1–30/6/2014	1/1–30/6/2013	1/1–30/6/2014	1/1–30/6/2013
Cash flows from Operating activities				
(Loss) of the period before taxes	-4,379	-8,857	-4,400	-10,836
plus / (less) adjustments for :				
Net depreciation	7,711	7,627	4,947	4,862
Provisions	130	232	130	232
Net Foreign Exchange	4	15	4	15
(Income) / (gains) from other investing activities	–	-1	-2,295	-298
Interest and other financial expenses	2,657	4,192	2,657	4,192
plus / (less) Adjustments for changes in working capital or operating activities :				
(Increase) / Decrease in inventories	-126	60	-126	60
(Increase) in trade and other receivables	-2,525	-9,625	-1,939	-8,772
(Decrease) in liabilities other than borrowings	-26,574	-19,561	-24,632	-15,576
(less) :				
Interest and related expenses paid	-2,503	-4,080	-2,503	-4,080
Income tax paid	-178	-18	-	-
Net cash (used in) Operating activities (a)	-25,783	-30,016	-28,157	-30,201
Cash Flows from Investing activities				
Participation in share capital increases of subsidiaries	–	–	–	-68
Purchase of tangible and intangible assets	-2,149	-1,049	-2,149	-1,049
Proceeds from disposal of tangible assets	–	414	–	414
Advances on sales of non-current assets held for sale	–	500	–	500
Dividends received	–	–	2,295	297
Net cash (used in) / generated by Investing activities (b)	-2,149	-135	146	94
Cash Flows from Financing activities				
Net funds raised from share capital increase	30,160	–	30,160	–
Net proceeds against forthcoming share capital increase	–	37,745	–	37,745
Repayment of long/short term borrowings	-14,280	-22,329	-14,280	-22,329
Dividends paid	-31	-91	-31	-91
Net cash generated by Financing activities (c)	15,849	15,325	15,849	15,325
Net (decrease) in cash and cash equivalents (a)+(b)+(c)	-12,083	-14,826	-12,162	-14,782
Cash and cash equivalents at the beginning of the period	19,206	19,654	19,124	19,509
Cash and cash equivalents at the end of the period	7,123	4,828	6,962	4,727

STATEMENT OF COMPREHENSIVE INCOME

	The Group				The Company			
	1/1–30/6/2014	1/1–30/6/2013	1/4–30/6/2014	1/4–30/6/2013	1/1–30/6/2014	1/1–30/6/2013	1/4–30/6/2014	1/4–30/6/2013
Revenue	72,770	70,932	41,449	40,394	67,636	65,753	38,868	37,790
Gross Profit	6,563	3,991	5,154	3,895	4,193	1,576	3,955	2,672
Operating (Loss) / profit before tax, financing and investing costs	-1,749	-4,695	325	-1,068	-4,054	-6,969	-840	-2,204
(Loss) / profit of the period before taxes	-4,379	-8,857	-628	-3,142	-4,400	-10,836	493	-3,983
(Loss) / profit of the period after taxes (a)	-4,499	-8,975	-689	-3,198	-4,400	-10,836	493	-3,983
- Equity holders of the parent	-4,499	-8,975	-689	-3,198	-4,400	-10,836	493	-3,983
- Non-controlling interests	–	–	–	–	–	–	–	–
Other comprehensive income of the period after taxes (b)	–	–	–	–	–	–	–	–
Total comprehensive income of the period after taxes (a) + (b)	-4,499	-8,975	-689	-3,198	-4,400	-10,836	493	-3,983
- Equity holders of the parent company	-4,499	-8,975	-689	-3,198	-4,400	-10,836	493	-3,983
- Non-controlling interests	–	–	–	–	–	–	–	–
Basic (Loss) / profit of the period per share after taxes (in €)	-0.0444	-0.1265	-0.0064	-0.0451	-0.0434	-0.1528	0.0046	-0.0562
Operating Profit / (loss) of the period before taxes, depreciation, financing and investing costs	5,962	2,932	4,196	2,748	892	-2,107	1,646	228

NOTES AND INFORMATION

- The amounts are presented in thousands of € unless explicitly stated otherwise. Any last digit discrepancies are due to rounding of the figures. Furthermore, certain amount of the 2013 period has been reclassified for comparability purposes. This reclassification has no impact on the equity or on the results of the Group and the Company and presented in notes 5 and 7 of the condensed interim financial statements.
- The companies that are included in the above stated financial statements with their locations, the Group interest and the consolidation method are presented in note 1 of the condensed interim financial statements.
- The consolidated financial statements are included in the consolidated financial statements of the company "GRIMALDI COMPAGNIA DI NAVIGAZIONE S.p.A." (domicile : Palermo Italy) which at the period ended June 30th, 2014 participated in the share capital of the Company with 95.4% (call option of 2.7% included).
- The unaudited tax years of the Company and of the companies of the Group are analyzed in note 25 of the condensed interim financial statements.
- For securing the long-term debt, first preferred mortgages have been registered on the vessels of the above stated financial statements amounting to € 375,000 thousand and have been pledged the shares of the subsidiary company "Minoan Italia S.p.A.". Furthermore, the short-term borrowings are secured by first preferred mortgages registered on two of the Company's properties.
- There are no outstanding disputes in the courts or any arbitration against the Company and the companies of the Group, which could have substantial effects on the financial position. The relevant provisions included in the above stated financial statements are the following:

	The Group	The Company
Provisions for debtors balances legally pursued	14,808	14,808
Provisions for unaudited tax years	–	–
Other provisions	153	153
- The number of the personnel employed by the Group at the period ended 30/6/2014 and 30/6/2013 was 420 and 385, respectively.
- The Extraordinary General Shareholders' Assembly of the Company of January 31st 2014 resolved on the increase of the share capital of the Company up to the amount of € 30,587 through payment in cash with the issue of up to 13,594,150 registered shares of nominal value of € 2.25 each which will be allocated to the shareholders of the Company through the exercise of their pre-emption right at a ratio of 23 new shares to 158 existing shares at par value. The coverage of the share capital increase reached 100% and was finalized on 17/3/2014 with the certification of capital by the Company's Board of Directors. Therefore, the new total share capital of the Company amounts to € 240,705 split into 106,980,050 ordinary shares at a nominal value 2.25 € each (note 20 of the condensed interim financial statements).
- Basic earnings per share were calculated based on the weighted average number of shares outstanding as of 30/6/2014 and 30/6/2013 respectively (notes 12 and 20 of the condensed interim financial statements).
- The total inflows and outflows, as well as the receivables and payables, resulting from transactions among the related parties in accordance with the I.A.S. 24 are as follows:

	The Group	The Company
a) Inflows	3,722	3,722
b) Outflows	12,392	12,382
c) Receivables	1	1
d) Payables	4,657	6,580
e) Transactions and compensations of directors and members of B.o.D.	675	675
f) Receivables from directors and members of B.o.D.	–	–
g) Payables to directors and members of B.o.D.	68	68

Heraklion, August 28th 2014

The Vice-Chairman of the B.O.D.

Michail Hatzakis
Pspt No AH 4939797

The Managing Director

Antonios Maniadakis
IdC No AI 944699

The Accounting Manager

Isidoros Manolakis
IdC No AE 961838

The Accountant

Astrinos Kyrarakis
IDC No AH 966183
H.E.C. Lcnc No 79324 A' Class